GOVERNMENT OF INDIA
FINANCE AND COMPANY AFFAIRS
LOK SABHA

UNSTARRED QUESTION NO:5199
ANSWERED ON:25.04.2003
INSURANCE OF TRUCKS
NARESH KUMAR PUGLIA

Will the Minister of FINANCE AND COMPANY AFFAIRS be pleased to state:

(a) whether the public sector general insurance companies have stopped underwriting insurance of trucks (comprehensive as well as third party risk) which are more than 7 years old;

(b) if so, the details thereof;

(c) the reasons for such a decision by the public sector general insurance companies when private general insurance companies are issuing insurance policies to these trucks;

(d) whether there is a proposal under consideration of the Government to amalgamate all the four public sector general insurance companies; and

(e) if so, the details thereof and the reasons therefor?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE & COMPANY AFFAIRS (ANANDRAO V. ADSUL)

(a) TO (c): Public Sector general insurance companies have not been refusing any third party insurance coverage irrespective of the age of the vehicle as it is a statutory requirement. However, companies have been underwriting motor Own Damage business, which is not mandatory under law, based on their commercial judgement.

(d): No, Sir.

(e): Does not arise.